GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

WATER RESOURCES – Permission accorded to APWRDC to borrow a fresh Loan from the Banks for early completion of ongoing projects - Orders – Issued.

WATER RESOURCES (PROJECTS.III) DEPARTMENT

G.O.MS.No. 4 Dated: 07-01-2019

Read the following:

1. Andhra Pradesh Act No. 8 of 2004 dt.26.08.2004 notified through Gazette Notification No.19, dt:26.08.2004.
2. GO Ms No.64, WR (Proj.III) Deptt., dt:13.10.2017,
3. GO Rt No.611, WR (Proj.III) Deptt., dt:30.10.2017,
4. GO Rt No.772, WR (Proj.III) Dept., dated:06.12.2017,
5. GO Rt No.830, WR (Proj.III) Dept., dated:29.12.2017,
6. Andhra Pradesh Act 2 of 2018 notified through Gazette Notification dated:02.01.2018,
7. GO Ms No.1, WR (Proj.III) Dept., dt:04.01.2018.
8. GO Ms No.86, WR (Proj.III) Dept., dated:30.01.2018.
9. GO Ms No.86, WR (Proj.III) Dept., dated:06.08.2018.
10. From the MD, APWRDC, Vijayawada Lr.No. 88/MD,APWRDC/ Bank Loans/2017, Dated:27.09.2018

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ORDER:

In the GO 9th read above, the Government have transferred the assets and liabilities of the certain irrigation projects to APWRDC, Vijayawada along with the expenditure incurred by Govt of AP on those projects in the year 2017-18 for accelerating the progress of ongoing irrigation projects.

2. In the letter 10th read above, the MD, APWRDC, Vijayawada has requested the Government to accord permission to borrow a fresh loan of Rs.3000.00 Crores for accelerating the progress of ongoing irrigation projects for the reasons mentioned therein.

3. Government after careful examination of the matter, hereby accord permission to MD, APWRDC, Vijayawada to borrow a fresh loan upto **Rs.10,000.00 Crores (Rupees Ten Thousand Crores only)** from Banks at the lowest rate of interest by giving unconditional and irrevocable guarantee by the Government of Andhra Pradesh for repayment of loans.

4. The M.D, APWRDC, Vijayawada is directed to approach Finance Department with the terms and conditions of the Loan Agreement with the Banks.

5. The Guarantee is extended only for the principal amount and not for interest and other costs and is also subject to onetime payment of Guarantee Commission (2% of the loan value) to the Govt of Andhra Pradesh from the APWRDC and the repayment of the loan shall be made their own resources.

6. The Guarantee shall be void, if the loan is not availed within a period of 1 year from the date of issue of this order.

7. The MD, APWRDC, Vijayawada is requested to take further action in the matter accordingly.

8. This order issues with the concurrence of Finance (DM) Department vide their UO No.22022/1/C&DM/2018, dated:04.01.2019.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

SHASHI BHUSHAN KUMAR

SECRETARY TO GOVERNMENT

To

The MD, APWRDC, Vijayawada

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Copy to:
The Director of Works & Accounts, A.P., Vijayawada.
The P.S. to Principal Secretary to Hon'ble Chief Minister.
The P.S. to Hon'ble Minister (Water Resources Dept.)
The P.S. to Secretary (W.R.D.)
The Finance (C&DM) Department.
The General Administration (Cabinet) Department.
(with reference to their U.O.No.587/2018, dt.27-12-2018)
File No. 969576-Proj.III-APWRDCLoan-2k-2018
S.F/S.C.

//Forwarded::By Order//

SECTION OFFICER